

**GOVERNMENT OF INDIA
POWER
LOK SABHA**

UNSTARRED QUESTION NO:1200

ANSWERED ON:07.03.2008

JOINT VENTURE BY NTPC

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Will the Minister of POWER be pleased to state:

- (a) whether the NTPC is going for massive expansion by setting up joint venture with some companies in the power sector;
- (b) if so, the details thereof, along with the areas in which NTPC is going for expansion;
- (c) the benefits likely to accrue to the NTPC through these joint ventures; and
- (d) the percentage of partnership of NTPC in the said joint ventures?

Answer

THE MINISTER OF POWER (SHRI SUSHILKUMAR SHINDE)

(a) to (d) : Yes, Sir. NTPC Ltd. has formed Joint Venture (JV) Companies or is in the process of formation of Joint Venture Companies for expansion/ diversification. Details are at Annex.

The benefits likely to accrue to NTPC by way of formation of JV Companies are as follows:

- a) Capacity addition
- b) Shared investment
- c) Commitment/Support from the JV partner for availability of land, water and other infrastructure requirement
- d) Commitment for off take of Power.
- e) Diversification into power related areas including manufacturing of power equipment to strengthen backward linkages.
- f) Fuel security through coal mining in India and acquisition of coal blocks abroad.